Fill in this information to identify your case and this filing:

Debtor 1	Derek	Allen	Watson
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	Megan	Melissa	Watson
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: Western District of Washington

Case number 22-11270

☑ Check if this is an amended filing

Official Form 106A/B

Schedule A/B: Property

12/15

In each category, separately list and describe items. List an asset only once. If an asset fits in more than one category, list the asset in the category where you think it fits best. Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write your name and case number (if known). Answer every question.

Part 1: Describe Each Residence, Building, Land, or Other Real Estate You Own or Have an Interest In

1. **Do you own or have any legal or equitable interest in any residence, building, land, or similar property?**

❑ No. Go to Part 2.
☑ Yes. Where is the property?

1.1 17520 Marine Drive
Street address, if available, or other description

Stanwood, WA 98292
City State ZIP Code

Snohomish
County

What is the property? Check all that apply.

☑ Single-family home
❑ Duplex or multi-unit building
❑ Condominium or cooperative
❑ Manufactured or mobile home
❑ Land
❑ Investment property
❑ Timeshare
❑ Other

Who has an interest in the property? Check one.

❑ Debtor 1 only
❑ Debtor 2 only
☑ Debtor 1 and Debtor 2 only
❑ At least one of the debtors and another

Other information you wish to add about this item, such as local property identification number:

Source of Value: Appraisal

Do not deduct secured claims or exemptions. Put the amount of any secured claims on *Schedule D: Creditors Who Have Claims Secured by Property*.

Current value of the entire property?	Current value of the portion you own?
$2,500,000.00	$2,500,000.00

Describe the nature of your ownership interest (such as fee simple, tenancy by the entireties, or a life estate), if known.

Fee Simple

☑ **Check if this is community property** (see instructions)

2. **Add the dollar value of the portion you own for all of your entries from Part 1, including any entries for pages you have attached for Part 1. Write that number here.........** → $2,500,000.00

Part 2: Describe Your Vehicles

Do you own, lease, or have legal or equitable interest in any vehicles, whether they are registered or not? Include any vehicles you own that someone else drives. If you lease a vehicle, also report it on *Schedule G: Executory Contracts and Unexpired Leases.*

3. **Cars, vans, trucks, tractors, sport utility vehicles, motorcycles**

- ☐ No
- ☑ Yes

3.1 Make: **Toyota**
Model: **Land Cruiser**
Year: **2015**
Approximate mileage: **40000**
Other information:

Who has an interest in the property? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another

☑ **Check if this is community property** (see instructions)

Do not deduct secured claims or exemptions. Put the amount of any secured claims on *Schedule D: Creditors Who Have Claims Secured by Property*.

Current value of the entire property?	**Current value of the portion you own?**
$50,000.00	**$50,000.00**

If you own or have more than one, list here:

3.2 Make: **Toyota**
Model: **Tundra**
Year: **2014**
Approximate mileage: **190000**
Other information:

Who has an interest in the property? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another

☑ **Check if this is community property** (see instructions)

Do not deduct secured claims or exemptions. Put the amount of any secured claims on *Schedule D: Creditors Who Have Claims Secured by Property*.

Current value of the entire property?	**Current value of the portion you own?**
$10,000.00	**$10,000.00**

3.3 Make: **Honda**
Model: **Civic**
Year: **2017**
Approximate mileage: **100000**
Other information:

Who has an interest in the property? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another

☑ **Check if this is community property** (see instructions)

Do not deduct secured claims or exemptions. Put the amount of any secured claims on *Schedule D: Creditors Who Have Claims Secured by Property*.

Current value of the entire property?	**Current value of the portion you own?**
$15,000.00	**$15,000.00**

3.4 Make: **Acura**

Model: **MDX**

Year: **2006**

Approximate mileage: **211056**

Other information:

Who has an interest in the property? Check one.

- ❑ Debtor 1 only
- ❑ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ❑ At least one of the debtors and another

☑ **Check if this is community property** (see instructions)

Do not deduct secured claims or exemptions. Put the amount of any secured claims on *Schedule D: Creditors Who Have Claims Secured by Property*.

Current value of the entire property?	Current value of the portion you own?
$1,625.00	$1,625.00

4. **Watercraft, aircraft, motor homes, ATVs and other recreational vehicles, other vehicles, and accessories**
Examples: Boats, trailers, motors, personal watercraft, fishing vessels, snowmobiles, motorcycle accessories
☑ No
❑ Yes

5. **Add the dollar value of the portion you own for all of your entries from Part 2, including any entries for pages you have attached for Part 2. Write that number here...** ➜ **$76,625.00**

Part 3: Describe Your Personal and Household Items

Do you own or have any legal or equitable interest in any of the following items?

Current value of the portion you own? Do not deduct secured claims or exemptions.

6. **Household goods and furnishings**
Examples: Major appliances, furniture, linens, china, kitchenware
❑ No
☑ Yes. Describe........ Used furniture, linens, dishes. **$5,000.00**

7. **Electronics**
Examples: Televisions and radios; audio, video, stereo, and digital equipment; computers, printers, scanners; music collections; electronic devices including cell phones, cameras, media players, games
❑ No
☑ Yes. Describe........ Used tvs, laptops, tablets **$900.00**

8. **Collectibles of value**
Examples: Antiques and figurines; paintings, prints, or other artwork; books, pictures, or other art objects; stamp, coin, or baseball card collections; other collections, memorabilia, collectibles
☑ No
❑ Yes. Describe........

9. **Equipment for sports and hobbies**

Examples: Sports, photographic, exercise, and other hobby equipment; bicycles, pool tables, golf clubs, skis; canoes and kayaks; carpentry tools; musical instruments

☑ No
☐ Yes. Describe........

10. **Firearms**

Examples: Pistols, rifles, shotguns, ammunition, and related equipment

☑ No
☐ Yes. Describe........

11. **Clothes**

Examples: Everyday clothes, furs, leather coats, designer wear, shoes, accessories

☐ No
☑ Yes. Describe........ Personal Used Clothing — **$600.00**

12. **Jewelry**

Examples: Everyday jewelry, costume jewelry, engagement rings, wedding rings, heirloom jewelry, watches, gems, gold, silver

☑ No
☐ Yes. Describe........

13. **Non-farm animals**

Examples: Dogs, cats, birds, horses

☑ No
☐ Yes. Describe........

14. **Any other personal and household items you did not already list, including any health aids you did not list**

☑ No
☐ Yes. Describe........

15. **Add the dollar value of all of your entries from Part 3, including any entries for pages you have attached for Part 3. Write that number here** .... ➔ **$6,500.00**

Part 4: Describe Your Financial Assets

Do you own or have any legal or equitable interest in any of the following?	**Current value of the portion you own?** Do not deduct secured claims or exemptions.

16. **Cash**

Examples: Money you have in your wallet, in your home, in a safe deposit box, and on hand when you file your petition

☑ No
☐ Yes.. Cash..............

17. **Deposits of money**

Examples: Checking, savings, or other financial accounts; certificates of deposit; shares in credit unions, brokerage houses, and other similar institutions. If you have multiple accounts with the same institution, list each.

☐ No
☑ Yes.................

	Institution name:	
17.1. Checking account:	**Key Bank**	**$500.00**

18. **Bonds, mutual funds, or publicly traded stocks**

Examples: Bond funds, investment accounts with brokerage firms, money market accounts

☑ No
☐ Yes.................

Institution or issuer name:

19. **Non-publicly traded stock and interests in incorporated and unincorporated businesses, including an interest in an LLC, partnership, and joint venture**

☑ No
☐ Yes. Give specific information about them..................

Name of entity: % of ownership:

20. **Government and corporate bonds and other negotiable and non-negotiable instruments**

Negotiable instruments include personal checks, cashiers' checks, promissory notes, and money orders.
Non-negotiable instruments are those you cannot transfer to someone by signing or delivering them.

☑ No
☐ Yes. Give specific information about them..................

Issuer name:

21. **Retirement or pension accounts**

Examples: Interests in IRA, ERISA, Keogh, 401(k), 403(b), thrift savings accounts, or other pension or profit-sharing plans

☑ No
☐ Yes. List each account separately.

Type of account:	Institution name:	
401(k) or similar plan:		
Pension plan:		
IRA:		

Retirement account: ______

Keogh: ______

Additional account: ______

22. **Security deposits and prepayments**

Your share of all unused deposits you have made so that you may continue service or use from a company

Examples: Agreements with landlords, prepaid rent, public utilities (electric, gas, water), telecommunications companies, or others

☑ No
☐ Yes....................

Institution name or individual:

Electric: ______

Gas: ______

Heating oil: ______

Security deposit on rental unit: ______

Prepaid rent: ______

Telephone: ______

Water: ______

Rented furniture: ______

Other: ______

23. **Annuities** (A contract for a periodic payment of money to you, either for life or for a number of years)

☑ No
☐ Yes....................

Issuer name and description:

______

24. **Interests in an education IRA, in an account in a qualified ABLE program, or under a qualified state tuition program.**

26 U.S.C. §§ 530(b)(1), 529A(b), and 529(b)(1).

☑ No
☐ Yes....................

Institution name and description. Separately file the records of any interests. 11 U.S.C. § 521(c):

______

25. **Trusts, equitable or future interests in property (other than anything listed in line 1), and rights or powers exercisable for your benefit**

☑ No
☐ Yes. Give specific information about them....

26. **Patents, copyrights, trademarks, trade secrets, and other intellectual property**

Examples: Internet domain names, websites, proceeds from royalties and licensing agreements

☑ No
☐ Yes. Give specific information about them....

27. **Licenses, franchises, and other general intangibles**

Examples: Building permits, exclusive licenses, cooperative association holdings, liquor licenses, professional licenses

☑ No
☐ Yes. Give specific information about them....

Money or property owed to you?

Current value of the portion you own?
Do not deduct secured claims or exemptions.

28. **Tax refunds owed to you**

☑ No
☐ Yes. Give specific information about them, including whether you already filed the returns and the tax years.......................

Federal:
State:
Local:

29. **Family support**

Examples: Past due or lump sum alimony, spousal support, child support, maintenance, divorce settlement, property settlement

☑ No
☐ Yes. Give specific information..........

Alimony:
Maintenance:
Support:
Divorce settlement:
Property settlement:

30. **Other amounts someone owes you**

Examples: Unpaid wages, disability insurance payments, disability benefits, sick pay, vacation pay, workers' compensation, Social Security benefits; unpaid loans you made to someone else

☑ No
☐ Yes. Give specific information..........

31. **Interests in insurance policies**

Examples: Health, disability, or life insurance; health savings account (HSA); credit, homeowner's, or renter's insurance

☐ No
☑ Yes. Name the insurance company of each policy and list its value....

Company name:	Beneficiary:	Surrender or refund value:
Federated Life Ins Company - Term Life Ins Policy		**$23.87**
Federated Life Ins Policy - Disability Policy		**$0.00**
Federated Life Ins Policy (cash surrender value)		**$2,489.37**

32. **Any interest in property that is due you from someone who has died**

If you are the beneficiary of a living trust, expect proceeds from a life insurance policy, or are currently entitled to receive property because someone has died.

☑ No
☐ Yes. Give specific information..........

33. **Claims against third parties, whether or not you have filed a lawsuit or made a demand for payment**

Examples: Accidents, employment disputes, insurance claims, or rights to sue

☐ No
☑ Yes. Describe each claim................ See Attached. **unknown**

34. **Other contingent and unliquidated claims of every nature, including counterclaims of the debtor and rights to set off claims**

☑ No
☐ Yes. Describe each claim................

35. **Any financial assets you did not already list**

☑ No
☐ Yes. Give specific information..........

36. **Add the dollar value of all of your entries from Part 4, including any entries for pages you have attached for Part 4. Write that number here**.. → **$3,013.24**

Part 5: Describe Any Business-Related Property You Own or Have an Interest In. List any real estate in Part 1.

37. **Do you own or have any legal or equitable interest in any business-related property?**

☑ No. Go to Part 6.
☐ Yes. Go to line 38.

Current value of the portion you own?
Do not deduct secured claims or exemptions.

38. **Accounts receivable or commissions you already earned**

☑ No
☐ Yes. Describe........

39. **Office equipment, furnishings, and supplies**

Examples: Business-related computers, software, modems, printers, copiers, fax machines, rugs, telephones, desks, chairs, electronic devices

☑ No
☐ Yes. Describe........

40. **Machinery, fixtures, equipment, supplies you use in business, and tools of your trade**

☑ No
☐ Yes. Describe........

41. **Inventory**

☑ No
☐ Yes. Describe........

42. **Interests in partnerships or joint ventures**

☑ No
☐ Yes. Describe........

Name of entity: % of ownership:

%

43. **Customer lists, mailing lists, or other compilations**

☑ No
☐ Yes. **Do your lists include personally identifiable information** (as defined in 11 U.S.C. § 101(41A))?

☑ No
☐ Yes. Describe........

44. **Any business-related property you did not already list**

☑ No
☐ Yes. Give specific information.........

45. **Add the dollar value of all of your entries from Part 5, including any entries for pages you have attached for Part 5. Write that number here**.. ➔ **$0.00**

Part 6: Describe Any Farm- and Commercial Fishing-Related Property You Own or Have an Interest In.
If you own or have an interest in farmland, list it in Part 1.

46. **Do you own or have any legal or equitable interest in any farm- or commercial fishing-related property?**

☑ No. Go to Part 7.

☐ Yes. Go to line 47.

Current value of the portion you own?
Do not deduct secured claims or exemptions.

47. **Farm animals**

Examples: Livestock, poultry, farm-raised fish

☑ No
☐ Yes.........................

48. **Crops—either growing or harvested**

☑ No
☐ Yes. Give specific information.............

49. **Farm and fishing equipment, implements, machinery, fixtures, and tools of trade**

☑ No
☐ Yes.........................

50. **Farm and fishing supplies, chemicals, and feed**

☑ No
☐ Yes.........................

51. **Any farm- and commercial fishing-related property you did not already list**

☑ No
☐ Yes. Give specific information.............

52. **Add the dollar value of all of your entries from Part 6, including any entries for pages you have attached for Part 6. Write that number here**.. → **$0.00**

Part 7: Describe All Property You Own or Have an Interest in That You Did Not List Above

53. **Do you have other property of any kind you did not already list?**

Examples: Season tickets, country club membership

☑ No
☐ Yes. Give specific information.............

54. **Add the dollar value of all of your entries from Part 7. Write that number here**.. → **$0.00**

Part 8: List the Totals of Each Part of this Form

55.	**Part 1: Total real estate, line 2** →		**$2,500,000.00**
56.	**Part 2: Total vehicles, line 5**	**$76,625.00**	
57.	**Part 3: Total personal and household items, line 15**	**$6,500.00**	
58.	**Part 4: Total financial assets, line 36**	**$3,013.24**	
59.	**Part 5: Total business-related property, line 45**	**$0.00**	
60.	**Part 6: Total farm- and fishing-related property, line 52**	**$0.00**	
61.	**Part 7: Total other property not listed, line 54**	+ **$0.00**	
62.	**Total personal property.** Add lines 56 through 61	**$86,138.24**	Copy personal property total → + **$86,138.24**
63.	**Total of all property on Schedule A/B.** Add line 55 + line 62		**$2,586,138.24**

SCHEDULE A/B: PROPERTY
Continuation Page

33. **Claims against third parties, whether or not you have filed a lawsuit or made a demand for payment**

Liberty Mutual Insurance Homeowner's Ins. Claim - Accepted Homeowner's Insurance Policy against Liberty Mutual - Liberty Mutual is paying for legal defense regarding the Chung claims against the Watsons, and have paid for the appraisal of their property and other fees and expenses of litigation. (Post-petition, the Watsons received reimbursements of $14,0000 in cashier's checks for litigation costs previously paid by Debtors)	**unknown**
Attorney Malpractice Lawsuit - Case No. No. 21-2-03478-7 2 - Watson v. Schwabe, Williamson & Wyatt, P.C.; Williams, Kastner & Gibbs, PLLC; Levy Von Beck Comstock, P.S., and Williams Kastner & Gibbs and Robert Sargeant. Malpractice Action with counterclaims filed with a proof of claim for $9,961.23 in this bankruptcy (claim# 13). The Watsons filed a notice of appeal on 6/2/2022 to Division I that was rejected as interlocutory pending a final atty fee judgment which was sent to arbitration on 7/1/2022. Further proceedings were stayed by this bankruptcy but the Watsons intend to appeal the dismissal of their claims as soon as that stay is lifted.	**unknown**
Lawsuit regarding WaFed and First Am Title Ins - Appeal filed in Division 1 Case No. 843869. The trial case# 20-2-01656-31 - Snohomish County Superior Court - Watson v. Washington Federal Bank and First American Title Insurance. This pending lawsuit alleges claims for breach of contract, breach of fiduciary duty - conversion, failure to intervene, fraudulent inducement, and violations of the consumer protection act. The Debtors allege that WaFed and First America Title failed to discover and/or disclose title defects which led to the Watsons closing on their loan. The Watsons were both sold land and given deeds with incomplete and inaccurate legal descriptions which conveyed land which was illegally subdivided. Despite this Washington Federal and First American Title proceeded with the transaction in spite of actual and constructive knowledge, causing years in litigation and damages.	**unknown**
Potential Bad Faith, Rico Claims, and negligence, breach of fiduciary duty, and violation of the consumer protection laws against Old Republic National Title Insurance Co. and Old Republic Title, Ltd, individual officers of both entities, Ingunn Leiren and John Fowler, Williams International, John Landcaster, and Tracy Ogston. Claims are for a bad faith and RICO claims for the issuance of a title policy and the denial of the Watson's request for a defense under the policy for known title defects on the Watson's property that led to the Watsons closing on their loan.	**unknown**

Fill in this information to identify your case:

Debtor 1	Derek	Allen	Watson
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	Megan	Melissa	Watson
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: Western District of Washington

Case number (if known) 22-11270

☑ Check if this is an amended filing

Official Form 106D

Schedule D: Creditors Who Have Claims Secured by Property

12/15

Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. If more space is needed, copy the Additional Page, fill it out, number the entries, and attach it to this form. On the top of any additional pages, write your name and case number (if known).

1. Do any creditors have claims secured by your property?

☐ No. Check this box and submit this form to the court with your other schedules. You have nothing else to report on this form.

☑ Yes. Fill in all of the information below.

Part 1: List All Secured Claims

2. List all secured claims. If a creditor has more than one secured claim, list the creditor separately for each claim. If more than one creditor has a particular claim, list the other creditors in Part 2. As much as possible, list the claims in alphabetical order according to the creditor's name.		*Column A* **Amount of claim** Do not deduct the value of collateral.	*Column B* **Value of collateral that supports this claim**	*Column C* **Unsecured portion** If any
2.1 Honda Financial Services Creditor's Name 20800 Madrona Ave Number Street Torrance, CA 90503 City State ZIP Code **Who owes the debt?** Check one. ☐ Debtor 1 only ☐ Debtor 2 only ☑ Debtor 1 and Debtor 2 only ☐ At least one of the debtors and another ☐ **Check if this claim relates to a community debt** **Date debt was incurred** 07/20/2017	**Describe the property that secures the claim:** 2017 Honda Civic **As of the date you file, the claim is:** Check all that apply. ☐ Contingent ☐ Unliquidated ☐ Disputed **Nature of lien.** Check all that apply. ☑ An agreement you made (such as mortgage or secured car loan) ☐ Statutory lien (such as tax lien, mechanic's lien) ☐ Judgment lien from a lawsuit ☐ Other (including a right to offset) **Last 4 digits of account number** 8 9 0 7	$14,177.44	$15,000.00	$0.00

Add the dollar value of your entries in Column A on this page. Write that number here: $14,177.44

Part 1:	Additional Page After listing any entries on this page, number them beginning with 2.3, followed by 2.4, and so forth.	*Column A* **Amount of claim** Do not deduct the value of collateral.	*Column B* **Value of collateral that supports this claim**	*Column C* **Unsecured portion** If any

2.2 Mead Gilman & Associates
Creditor's Name
Po Box 289
Number Street
Woodinville, WA 98072-0289
City State ZIP Code

Describe the property that secures the claim: 17520 Marine Drive Stanwood, WA 98292

Column A: $2,780.00 | Column B: $2,500,000.00 | Column C: $0.00

Who owes the debt? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another
- ☐ **Check if this claim relates to a community debt**

Date debt was incurred 07/20/2016

As of the date you file, the claim is: Check all that apply.
- ☐ Contingent
- ☐ Unliquidated
- ☑ Disputed

Nature of lien. Check all that apply.
- ☐ An agreement you made (such as mortgage or secured car loan)
- ☑ Statutory lien (such as tax lien, mechanic's lien)
- ☐ Judgment lien from a lawsuit
- ☐ Other (including a right to offset)

Last 4 digits of account number __ __ __ __

Remarks: Mechanics Lien - Rec No. 201610060375

2.3 Warm Beach Association
Creditor's Name
1702 84th Ave NW
Number Street
Stanwood, WA 98292
City State ZIP Code

Describe the property that secures the claim: 17520 Marine Drive Stanwood, WA 98292

Column A: $691.29 | Column B: $2,500,000.00 | Column C: $0.00

Who owes the debt? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another
- ☐ **Check if this claim relates to a community debt**

Date debt was incurred 12/03/2018

As of the date you file, the claim is: Check all that apply.
- ☐ Contingent
- ☐ Unliquidated
- ☑ Disputed

Nature of lien. Check all that apply.
- ☐ An agreement you made (such as mortgage or secured car loan)
- ☑ Statutory lien (such as tax lien, mechanic's lien)
- ☐ Judgment lien from a lawsuit
- ☐ Other (including a right to offset)

Last 4 digits of account number __ __ __ __

Remarks: Water Lien - Recording No. 201812030186

Add the dollar value of your entries in Column A on this page. Write that number here: $3,471.29

Debtor 1	Derek	Allen	Watson
Debtor 2	Megan	Melissa	Watson
	First Name	Middle Name	Last Name

Case number *(if known)* 22-11270

Part 1: Additional Page After listing any entries on this page, number them beginning with 2.3, followed by 2.4, and so forth.	*Column A* **Amount of claim** Do not deduct the value of collateral.	*Column B* **Value of collateral that supports this claim**	*Column C* **Unsecured portion** If any
2.4 Washington Federal Savings	$771,466.28	$2,500,000.00	$0.00

2.4 Washington Federal Savings
Creditor's Name
425 N Pike St.
Number Street
Seattle, WA 98101
City State ZIP Code

Who owes the debt? Check one.
- ☐ Debtor 1 only
- ☐ Debtor 2 only
- ☑ Debtor 1 and Debtor 2 only
- ☐ At least one of the debtors and another
- ☐ **Check if this claim relates to a community debt**

Date debt was incurred ______

Describe the property that secures the claim:
17520 Marine Drive Stanwood, WA 98292

As of the date you file, the claim is: Check all that apply.
- ☐ Contingent
- ☐ Unliquidated
- ☑ Disputed

Nature of lien. Check all that apply.
- ☑ An agreement you made (such as mortgage or secured car loan)
- ☐ Statutory lien (such as tax lien, mechanic's lien)
- ☐ Judgment lien from a lawsuit
- ☐ Other (including a right to offset)

Last 4 digits of account number __ __ __ __

Add the dollar value of your entries in Column A on this page. Write that number here: $771,466.28

If this is the last page of your form, add the dollar value totals from all pages. Write that number here: $789,115.01

Fill in this information to identify your case:			
Debtor 1	Derek	Allen	Watson
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	Megan	Melissa	Watson
	First Name	Middle Name	Last Name
United States Bankruptcy Court for the:	Western District of Washington		
Case number (if known)	22-11270		

Check if this is:

- ☑ An amended filing
- ☐ A supplement showing postpetition chapter 13 income as of the following date:

______ MM / DD / YYYY

Official Form 106I

Schedule I: Your Income

12/15

Be as complete and accurate as possible. If two married people are filing together (Debtor 1 and Debtor 2), both are equally responsible for supplying correct information. If you are married and not filing jointly, and your spouse is living with you, include information about your spouse. If you are separated and your spouse is not filing with you, do not include information about your spouse. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write your name and case number (if known). Answer every question.

Part 1: Describe Employment

1. **Fill in your employment information.**

If you have more than one job, attach a separate page with information about additional employers.

Include part time, seasonal, or self-employed work.

Occupation may include student or homemaker, if it applies.

	Debtor 1	Debtor 2 or non-filing spouse
Employment status	☑ Employed ☐ Not Employed	☑ Employed ☐ Not Employed
Occupation	Foreman for a Plumbing Company	Hair Stylist
Employer's name	Tri-State Plumbing	Skin Care Lounge
Employer's address	6505 233rd Pl Se Number Street Woodinville, WA 98072-8620 City State Zip Code	 Number Street Stanwood, WA City State Zip Code
How long employed there?		

Part 2: Give Details About Monthly Income

Estimate monthly income as of the date you file this form. If you have nothing to report for any line, write $0 in the space. Include your non-filing spouse unless you are separated.

If you or your non-filing spouse have more than one employer, combine the information for all employers for that person on the lines below. If you need more space, attach a separate sheet to this form.

			For Debtor 1	For Debtor 2 or non-filing spouse
2.	**List monthly gross wages, salary, and commissions** (before all payroll deductions.) If not paid monthly, calculate what the monthly wage would be.	2.	$7,800.00	$2,025.40
3.	**Estimate and list monthly overtime pay.**	3.	+ $300.00	+ $0.00
4.	**Calculate gross income.** Add line 2 + line 3.	4.	$8,100.00	$2,025.40

			For Debtor 1	For Debtor 2 or non-filing spouse
	Copy line 4 here ....➔	4.	$8,100.00	$2,025.40
5.	**List all payroll deductions:**			
	5a. **Tax, Medicare, and Social Security deductions**	5a.	$1,892.00	$251.16
	5b. **Mandatory contributions for retirement plans**	5b.	$0.00	$0.00
	5c. **Voluntary contributions for retirement plans**	5c.	$0.00	$0.00
	5d. **Required repayments of retirement fund loans**	5d.	$0.00	$0.00
	5e. **Insurance**	5e.	$0.00	$0.00
	5f. **Domestic support obligations**	5f.	$0.00	$0.00
	5g. **Union dues**	5g.	$0.00	$0.00
	5h. **Other deductions.** Specify: **See additional page**	5h.	+ $0.00	+ $13.09
6.	**Add the payroll deductions.** Add lines 5a + 5b + 5c + 5d + 5e +5f + 5g + 5h.	6.	$1,892.00	$264.25
7.	**Calculate total monthly take-home pay.** Subtract line 6 from line 4.	7.	$6,208.00	$1,761.15
8.	**List all other income regularly received:**			
	8a. **Net income from rental property and from operating a business, profession, or farm** Attach a statement for each property and business showing gross receipts, ordinary and necessary business expenses, and the total monthly net income.	8a.	$0.00	$0.00
	8b. **Interest and dividends**	8b.	$0.00	$0.00
	8c. **Family support payments that you, a non-filing spouse, or a dependent regularly receive** Include alimony, spousal support, child support, maintenance, divorce settlement, and property settlement.	8c.	$0.00	$0.00
	8d. **Unemployment compensation**	8d.	$0.00	$0.00
	8e. **Social Security**	8e.	$0.00	$0.00
	8f. **Other government assistance that you regularly receive** Include cash assistance and the value (if known) of any non-cash assistance that you receive, such as food stamps (benefits under the Supplemental Nutrition Assistance Program) or housing subsidies. Specify:	8f.	$0.00	$0.00
	8g. **Pension or retirement income**	8g.	$0.00	$0.00
	8h. **Other monthly income.** Specify:	8h.	+ $0.00	+ $0.00
9.	**Add all other income.** Add lines 8a + 8b + 8c + 8d + 8e + 8f +8g + 8h.	9.	$0.00	$0.00
10.	**Calculate monthly income.** Add line 7 + line 9. Add the entries in line 10 for Debtor 1 and Debtor 2 or non-filing spouse	10.	$6,208.00 +	$1,761.15 = $7,969.15

11. **State all other regular contributions to the expenses that you list in *Schedule J*.**

Include contributions from an unmarried partner, members of your household, your dependents, your roommates, and other friends or relatives.
Do not include any amounts already included in lines 2-10 or amounts that are not available to pay expenses listed in *Schedule J*.

Specify: 11. + $0.00

12. **Add the amount in the last column of line 10 to the amount in line 11.** The result is the combined monthly income. Write that amount on the *Summary of Your Assets and Liabilities and Certain Statistical Information*, if it applies 12. $7,969.15

Combined monthly income

13. **Do you expect an increase or decrease within the year after you file this form?**

☐ No.
☑ Yes. Explain: Debtor Derek Allen Watson just started employment with Tri-State Plumbing on 10/17/2022 with part-time hours and he moved to full-time hours on October 24, 2022. Come January 1, 2023, the Debtors will pay healthcare insurance of $632.75 a month (family of 4) and $154.27 a month for dental (family of 4). The Debtor intends to offset that with additional overtime which is readily available at this employer.

1. **Employment information for Debtor 2 or non-filing spouse**

Occupation Hairstylist

Employer's name Madison Skin and Laser

Employer's address PO Box 34960
Number Street

Seattle, WA 98124
City State Zip Code

How long employed there?

	Amount
5h. **Other Deductions For Debtor 2 or non-filing spouse**	
Other Involuntary deduction	$13.09

Fill in this information to identify your case:

Debtor 1	Derek	Allen	Watson
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	Megan	Melissa	Watson
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: Western District of Washington

Case number (if known) 22-11270

Check if this is:

☑ An amended filing

☐ A supplement showing postpetition chapter 13 expenses as of the following date:

MM / DD / YYYY

Official Form 106J

Schedule J: Your Expenses

12/15

Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. If more space is needed, attach another sheet to this form. On the top of any additional pages, write your name and case number (if known). Answer every question.

Part 1: Describe Your Household

1. **Is this a joint case?**

☐ No. Go to line 2.

☑ Yes. **Does Debtor 2 live in a separate household?**

☑ No

☐ Yes. Debtor 2 must file Official Form 106J-2, *Expenses for Separate Household of Debtor 2*.

2. **Do you have dependents?**

Do not list Debtor 1 and Debtor 2.

Do not state the dependents' names.

☐ No

☑ Yes. Fill out this information for each dependent..............

Dependent's relationship to Debtor 1 or Debtor 2	Dependent's age	Does dependent live with you?
Child		☐ No. ☑ Yes.
Child		☐ No. ☑ Yes.
		☐ No. ☐ Yes.
		☐ No. ☐ Yes.
		☐ No. ☐ Yes.

3. **Do your expenses include expenses of people other than yourself and your dependents?**

☐ No

☑ Yes

Part 2: Estimate Your Ongoing Monthly Expenses

Estimate your expenses as of your bankruptcy filing date unless you are using this form as a supplement in a Chapter 13 case to report expenses as of a date after the bankruptcy is filed. If this is a supplemental *Schedule J*, check the box at the top of the form and fill in the applicable date.

Include expenses paid for with non-cash government assistance if you know the value of such assistance and have included it on *Schedule I: Your Income* (Official Form 106I.)

		Your expenses
4. **The rental or home ownership expenses for your residence.** Include first mortgage payments and any rent for the ground or lot.	4.	$0.00
If not included in line 4:		
4a. Real estate taxes	4a.	$0.00
4b. Property, homeowner's, or renter's insurance	4b.	$0.00
4c. Home maintenance, repair, and upkeep expenses	4c.	$0.00
4d. Homeowner's association or condominium dues	4d.	$0.00

Debtor 1	**Derek**	**Allen**	**Watson**	
Debtor 2	**Megan**	**Melissa**	**Watson**	Case number *(if known)* 22-11270
	First Name	Middle Name	Last Name	

			Your expenses
5.	**Additional mortgage payments for your residence,** such as home equity loans	5.	$0.00
6.	**Utilities:**		
	6a. Electricity, heat, natural gas	6a.	$300.00
	6b. Water, sewer, garbage collection	6b.	$100.00
	6c. Telephone, cell phone, Internet, satellite, and cable services	6c.	$150.00
	6d. Other. Specify:	6d.	$0.00
7.	**Food and housekeeping supplies**	7.	$700.00
8.	**Childcare and children's education costs**	8.	$100.00
9.	**Clothing, laundry, and dry cleaning**	9.	$100.00
10.	**Personal care products and services**	10.	$175.00
11.	**Medical and dental expenses**	11.	$100.00
12.	**Transportation.** Include gas, maintenance, bus or train fare. Do not include car payments.	12.	$250.00
13.	**Entertainment, clubs, recreation, newspapers, magazines, and books**	13.	$50.00
14.	**Charitable contributions and religious donations**	14.	$0.00
15.	**Insurance.** Do not include insurance deducted from your pay or included in lines 4 or 20.		
	15a. Life insurance	15a.	$225.54
	15b. Health insurance	15b.	$0.00
	15c. Vehicle insurance	15c.	$175.00
	15d. Other insurance. Specify: Disab Ins	15d.	$42.03
16.	**Taxes.** Do not include taxes deducted from your pay or included in lines 4 or 20. Specify:	16.	$0.00
17.	**Installment or lease payments:**		
	17a. Car payments for Vehicle 1	17a.	$0.00
	17b. Car payments for Vehicle 2	17b.	$0.00
	17c. Other. Specify:	17c.	$0.00
	17d. Other. Specify:	17d.	$0.00
18.	**Your payments of alimony, maintenance, and support that you did not report as deducted from your pay on line 5, *Schedule I, Your Income* (Official Form 106I).**	18.	$0.00
19.	**Other payments you make to support others who do not live with you.** Specify:	19.	$0.00
20.	**Other real property expenses not included in lines 4 or 5 of this form or on *Schedule I: Your Income.***		
	20a. Mortgages on other property	20a.	$0.00
	20b. Real estate taxes	20b.	$0.00
	20c. Property, homeowner's, or renter's insurance	20c.	$0.00
	20d. Maintenance, repair, and upkeep expenses	20d.	$0.00
	20e. Homeowner's association or condominium dues	20e.	$0.00

Debtor 1	**Derek**	**Allen**	**Watson**	
Debtor 2	**Megan**	**Melissa**	**Watson**	Case number *(if known)* 22-11270
	First Name	Middle Name	Last Name	

21.	**Other.** Specify: ____________	21.	+ $0.00
22.	**Calculate your monthly expenses.**		
	22a. Add lines 4 through 21.	22a.	$2,467.57
	22b. Copy line 22 (monthly expenses for Debtor 2), if any, from Official Form 106J-2	22b.	$0.00
	22c. Add line 22a and 22b. The result is your monthly expenses.	22c.	$2,467.57
23.	**Calculate your monthly net income.**		
	23a. Copy line 12 (your combined monthly income) from *Schedule I*.	23a.	$7,969.15
	23b. Copy your monthly expenses from line 22c above.	23b.	– $2,467.57
	23c. Subtract your monthly expenses from your monthly income. The result is your *monthly net income.*	23c.	$5,501.58

24. **Do you expect an increase or decrease in your expenses within the year after you file this form?**

For example, do you expect to finish paying for your car loan within the year or do you expect your mortgage payment to increase or decrease because of a modification to the terms of your mortgage?

- ☐ No.
- ☑ Yes.

Explain here:
The Debtors intend to move back into 17520 Marine Drive, Stanwood, WA in November 2022

Fill in this information to identify your case:

Debtor 1	Derek	Allen	Watson
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	Megan	Melissa	Watson
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: Western District of Washington

Case number (if known) 22-11270

☑ Check if this is an amended filing

Official Form 106Sum

Summary of Your Assets and Liabilities and Certain Statistical Information

12/15

Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. Fill out all of your schedules first; then complete the information on this form. If you are filing amended schedules after you file your original forms, you must fill out a new *Summary* and check the box at the top of this page.

Part 1: Summarize Your Assets

	Your assets Value of what you own
1. ***Schedule A/B: Property*** (Official Form 106A/B)	
1a. Copy line 55, Total real estate, from *Schedule A/B*........	$2,500,000.00
1b. Copy line 62, Total personal property, from *Schedule A/B*........	$86,138.24
1c. Copy line 63, Total of all property on *Schedule A/B*........	$2,586,138.24

Part 2: Summarize Your Liabilities

	Your liabilities Amount you owe
2. *Schedule D: Creditors Who Have Claims Secured by Property* (Official Form 106D)	
2a. Copy the total you listed in Column A, *Amount of claim*, at the bottom of the last page of Part 1 of *Schedule D*.......	$789,115.01
3. *Schedule E/F: Creditors Who Have Unsecured Claims* (Official Form 106E/F)	
3a. Copy the total claims from Part 1 (priority unsecured claims) from line 6e of *Schedule E/F*........	$0.00
3b. Copy the total claims from Part 2 (nonpriority unsecured claims) from line 6j of *Schedule E/F*........	+ $30,446.00
Your total liabilities	$819,561.01

Part 3: Summarize Your Income and Expenses

4. *Schedule I: Your Income* (Official Form 106I)	
Copy your combined monthly income from line 12 of *Schedule I*........	$7,969.15
5. *Schedule J: Your Expenses* (Official Form 106J)	
Copy your monthly expenses from line 22c of *Schedule J*........	$2,467.57

Debtor 1	**Derek**	**Allen**	**Watson**
Debtor 2	**Megan**	**Melissa**	**Watson**
	First Name	Middle Name	Last Name

Case number *(if known)* 22-11270

Part 4: Answer These Questions for Administrative and Statistical Records

6. **Are you filing for bankruptcy under Chapters 7, 11, or 13?**

- ☐ No. You have nothing to report on this part of the form. Check this box and submit this form to the court with your other schedules.
- ☑ Yes

7. **What kind of debt do you have?**

- ☑ **Your debts are primarily consumer debts.** *Consumer debts* are those "incurred by an individual primarily for a personal, family, or household purpose." 11 U.S.C. § 101(8). Fill out lines 8-9g for statistical purposes. 28 U.S.C. § 159.
- ☐ **Your debts are not primarily consumer debts.** You have nothing to report on this part of the form. Check this box and submit this form to the court with your other schedules.

8. **From the *Statement of Your Current Monthly Income***: Copy your total current monthly income from Official Form 122A-1 Line 11; **OR**, Form 122B Line 11; **OR**, Form 122C-1 Line 14. $1,025.57

9. **Copy the following special categories of claims from Part 4, line 6 of Schedule E/F:**

From Part 4 on Schedule E/F, copy the following:	**Total claim**
9a. Domestic support obligations (Copy line 6a.)	$0.00
9b. Taxes and certain other debts you owe the government. (Copy line 6b.)	$0.00
9c. Claims for death or personal injury while you were intoxicated. (Copy line 6c.)	$0.00
9d. Student loans. (Copy line 6f.)	$0.00
9e.Obligations arising out of a separation agreement or divorce that you did not report as priority claims. (Copy line 6g.)	$0.00
9f. Debts to pension or profit-sharing plans, and other similar debts. (Copy line 6h.)	+ $0.00
9g. **Total**. Add lines 9a through 9f.	$0.00

Fill in this information to identify your case:

Debtor 1	**Derek**	**Allen**	**Watson**
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	**Megan**	**Melissa**	**Watson**
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: **Western District of Washington**

Case number (if known) **22-11270**

☑ Check if this is an amended filing

Official Form 106Dec

Declaration About an Individual Debtor's Schedules

12/15

If two married people are filing together, both are equally responsible for supplying correct information.

You must file this form whenever you file bankruptcy schedules or amended schedules. Making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to $250,000, or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

Sign Below

Did you pay or agree to pay someone who is NOT an attorney to help you fill out bankruptcy forms?

☑ No

❑ Yes. Name of person ______________________. Attach *Bankruptcy Petition Preparer's Notice, Declaration, and Signature (Official Form 119).*

Under penalty of perjury, I declare that I have read the summary and schedules filed with this declaration and that they are true and correct.

✗ /s/ Derek Allen Watson
Derek Allen Watson, Debtor 1

Date 10/28/2022
MM/ DD/ YYYY

✗ /s/ Megan Melissa Watson
Megan Melissa Watson, Debtor 2

Date 10/28/2022
MM/ DD/ YYYY

Fill in this information to identify your case:

Debtor 1	**Derek**	**Allen**	**Watson**
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)	**Megan**	**Melissa**	**Watson**
	First Name	Middle Name	Last Name

United States Bankruptcy Court for the: **Western District of Washington**

Case number (if known) **22-11270**

☑ Check if this is an amended filing

Official Form 107

Statement of Financial Affairs for Individuals Filing for Bankruptcy 04/22

Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write your name and case number (if known). Answer every question.

Part 1: Give Details About Your Marital Status and Where You Lived Before

1. What is your current marital status?

☑ Married

☐ Not married

2. During the last 3 years, have you lived anywhere other than where you live now?

☐ No

☑ Yes. List all of the places you lived in the last 3 years. Do not include where you live now.

Debtor 1:	Dates Debtor 1 lived there	Debtor 2:	Dates Debtor 2 lived there
17520 Marine Drive (Number Street) Stanwood, WA 98292 (City State ZIP Code)	From 09/01/2013 To 04/01/2022	☑ Same as Debtor 1 Number Street City State ZIP Code	☑ Same as Debtor 1 From To
Number Street City State ZIP Code	From To	☐ Same as Debtor 1 Number Street City State ZIP Code	☐ Same as Debtor 1 From To

3. Within the last 8 years, did you ever live with a spouse or legal equivalent in a community property state or territory?(*Community property states and territories* include Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, and Wisconsin.)

☐ No

☑ Yes. Make sure you fill out *Schedule H: Your Codebtors* (Official Form 106H).

Part 2: Explain the Sources of Your Income

4. Did you have any income from employment or from operating a business during this year or the two previous calendar years?
Fill in the total amount of income you received from all jobs and all businesses, including part-time activities.
If you are filing a joint case and you have income that you receive together, list it only once under Debtor 1.

- ☐ No
- ☑ Yes. Fill in the details.

	Debtor 1		Debtor 2	
	Sources of income Check all that apply.	**Gross Income** (before deductions and exclusions)	**Sources of income** Check all that apply.	**Gross Income** (before deductions and exclusions)
From January 1 of current year until the date you filed for bankruptcy:	☐ Wages, commissions, bonuses, tips ☐ Operating a business		☑ Wages, commissions, bonuses, tips ☐ Operating a business	$8,208.79
For last calendar year: (January 1 to December 31, 2021) YYYY	☐ Wages, commissions, bonuses, tips ☐ Operating a business		☐ Wages, commissions, bonuses, tips ☐ Operating a business	
For the calendar year before that: (January 1 to December 31, 2020) YYYY	☐ Wages, commissions, bonuses, tips ☐ Operating a business		☐ Wages, commissions, bonuses, tips ☐ Operating a business	

5. Did you receive any other income during this year or the two previous calendar years?
Include income regardless of whether that income is taxable. Examples of *other income* are alimony; child support; Social Security, unemployment, and other public benefit payments; pensions; rental income; interest; dividends; money collected from lawsuits; royalties; and gambling and lottery winnings. If you are filing a joint case and you have income that you received together, list it only once under Debtor 1.

- ☐ No
- ☑ Yes. Fill in the details.

	Debtor 1		Debtor 2	
	Sources of income Describe below.	**Gross income from each source** (before deductions and exclusions)	**Sources of income** Describe below.	**Gross Income from each source** (before deductions and exclusions)
From January 1 of current year until the date you filed for bankruptcy:	WA State Disability	$1,576.00		
For last calendar year: (January 1 to December 31, 2021) YYYY	Unemployment	$1,670.00	Unemployment	$11,770.00
For the calendar year before that: (January 1 to December 31, 2020) YYYY	Unemployment	$20,070.00	Unemployment	$22,185.00

Part 3: List Certain Payments You Made Before You Filed for Bankruptcy

6. Are either Debtor 1's or Debtor 2's debts primarily consumer debts?

☐ No. **Neither Debtor 1 nor Debtor 2 has primarily consumer debts.** *Consumer debts* are defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose."

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of $7,575* or more?

☐ No. Go to line 7.

☐ Yes. List below each creditor to whom you paid a total of $7,575* or more in one or more payments and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

* Subject to adjustment on 4/01/25 and every 3 years after that for cases filed on or after the date of adjustment.

☑ Yes. **Debtor 1 or Debtor 2 or both have primarily consumer debts.**

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of $600 or more?

☑ No. Go to line 7.

☐ Yes. List below each creditor to whom you paid a total of $600 or more and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

	Dates of payment	Total amount paid	Amount you still owe	Was this payment for…
Creditor's Name Number Street City State ZIP Code				☐ Mortgage ☐ Car ☐ Credit card ☐ Loan repayment ☐ Suppliers or vendors ☐ Other ________

7. Within 1 year before you filed for bankruptcy, did you make a payment on a debt you owed anyone who was an insider?
Insiders include your relatives; any general partners; relatives of any general partners; partnerships of which you are a general partner; corporations of which you are an officer, director, person in control, or owner of 20% or more of their voting securities; and any managing agent, including one for a business you operate as a sole proprietor. 11 U.S.C. § 101. Include payments for domestic support obligations, such as child support and alimony.

☑ No

☐ Yes. List all payments to an insider.

	Dates of payment	Total amount paid	Amount you still owe	Reason for this payment
Insider's Name Number Street City State ZIP Code				

8. Within 1 year before you filed for bankruptcy, did you make any payments or transfer any property on account of a debt that benefited an insider?
Include payments on debts guaranteed or cosigned by an insider.

☑ No

☐ Yes. List all payments that benefited an insider.

	Dates of payment	Total amount paid	Amount you still owe	Reason for this payment Include creditor's name
Insider's Name Number Street City State ZIP Code				

Part 4: Identify Legal Actions, Repossessions, and Foreclosures

9. Within 1 year before you filed for bankruptcy, were you a party in any lawsuit, court action, or administrative proceeding?
List all such matters, including personal injury cases, small claims actions, divorces, collection suits, paternity actions, support or custody modifications, and contract disputes.

☐ No

☑ Yes. Fill in the details.

	Nature of the case	Court or agency	Status of the case
Case title Chung V. Watson Case number 16-2-02410-4	Quiet title, with counterclaims from the Watsons	Snohomish County Superior Court Court Name 3000 Rockefeller Ave M/s 502 Number Street Everett, WA 98201-4046 City State ZIP Code	☑ Pending ☐ On appeal ☐ Concluded
Case title Watson v. Washington Federal Case number 20-2-01656-31	Claims against Washington Federal for knowingly issuing a construction loan against a property with a known title defect.	Snohomish County Superior Court Court Name 3000 Rockefeller Ave M/s 502 Number Street Everett, WA 98201-4046 City State ZIP Code	☑ Pending ☐ On appeal ☐ Concluded
Case title Watson v. Windermere Case number 20-2-01655-31	Suit against real estate broker for collusion in selling property with title defect.	Snohomish County Superior Court Court Name 3000 Rockefeller Ave M/s 502 Number Street Everett, WA 98201-4046 City State ZIP Code	☐ Pending ☑ On appeal ☐ Concluded

Debtor 1	Derek	Allen	Watson	Case number *(if known)* 22-11270
Debtor 2	Megan	Melissa	Watson	
	First Name	Middle Name	Last Name	

	Nature of the case	Court or agency	Status of the case
Case title Watson v. Schwabe et al Case number 21-2-03478-7	Malpractice against Debtor's prior attorneys for missing SOL. Appeal is pending.	King County Superior Court Court Name Number Street City State ZIP Code	☑ Pending ☐ On appeal ☐ Concluded

10. Within 1 year before you filed for bankruptcy, was any of your property repossessed, foreclosed, garnished, attached, seized, or levied?
Check all that apply and fill in the details below.

☑ No. Go to line 11.

☐ Yes. Fill in the information below.

	Describe the property	Date	Value of the property
Creditor's Name Number Street City State ZIP Code			
	Explain what happened ☐ Property was repossessed. ☐ Property was foreclosed. ☐ Property was garnished. ☐ Property was attached, seized, or levied.		

11. Within 90 days before you filed for bankruptcy, did any creditor, including a bank or financial institution, set off any amounts from your accounts or refuse to make a payment because you owed a debt?

☑ No

☐ Yes. Fill in the details.

	Describe the action the creditor took	Date action was taken	Amount
Creditor's Name Number Street City State ZIP Code	 Last 4 digits of account number: XXXX– _ _ _ _		

12. Within 1 year before you filed for bankruptcy, was any of your property in the possession of an assignee for the benefit of creditors, a court-appointed receiver, a custodian, or another official?

☑ No

☐ Yes

Part 5: List Certain Gifts and Contributions

13. Within 2 years before you filed for bankruptcy, did you give any gifts with a total value of more than $600 per person?

☑ No

☐ Yes. Fill in the details for each gift.

Gifts with a total value of more than $600 per person	Describe the gifts	Dates you gave the gifts	Value
Person to Whom You Gave the Gift Number Street City State ZIP Code Person's relationship to you			

14. Within 2 years before you filed for bankruptcy, did you give any gifts or contributions with a total value of more than $600 to any charity?

☑ No

☐ Yes. Fill in the details for each gift or contribution.

Gifts or contributions to charities that total more than $600	Describe what you contributed	Date you contributed	Value
Charity's Name Number Street City State ZIP Code			

Part 6: List Certain Losses

15. Within 1 year before you filed for bankruptcy or since you filed for bankruptcy, did you lose anything because of theft, fire, other disaster, or gambling?

☑ No

☐ Yes. Fill in the details.

Describe the property you lost and how the loss occurred	Describe any insurance coverage for the loss Include the amount that insurance has paid. List pending insurance claims on line 33 of *Schedule A/B: Property*.	Date of your loss	Value of property lost

Debtor 1	Derek	Allen	Watson	Case number *(if known)* 22-11270
Debtor 2	Megan	Melissa	Watson	
	First Name	Middle Name	Last Name	

Part 7: List Certain Payments or Transfers

16. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone you consulted about seeking bankruptcy or preparing a bankruptcy petition?
Include any attorneys, bankruptcy petition preparers, or credit counseling agencies for services required in your bankruptcy.

❑ No

☑ Yes. Fill in the details.

	Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Henry & DeGraaff, P.S. Person Who Was Paid 119 1st Ave S 500 Number Street Seattle, WA 98104 City State ZIP Code mainline@hdm-legal.com Email or website address Person Who Made the Payment, if Not You	Attorney's Fee	9/7/2022	$0.00

17. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone who promised to help you deal with your creditors or to make payments to your creditors?
Do not include any payment or transfer that you listed on line 16.

☑ No

❑ Yes. Fill in the details.

	Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Person Who Was Paid Number Street City State ZIP Code			

18. Within 2 years before you filed for bankruptcy, did you sell, trade, or otherwise transfer any property to anyone, other than property transferred in the ordinary course of your business or financial affairs?
Include both outright transfers and transfers made as security (such as the granting of a security interest or mortgage on your property).
Do not include gifts and transfers that you have already listed on this statement.

☑ No

❑ Yes. Fill in the details.

	Description and value of property transferred	Describe any property or payments received or debts paid in exchange	Date transfer was made
Person Who Received Transfer Number Street City State ZIP Code Person's relationship to you			

19. Within 10 years before you filed for bankruptcy, did you transfer any property to a self-settled trust or similar device of which you are a beneficiary?
(These are often called *asset-protection devices.*)

☑ No

☐ Yes. Fill in the details.

	Description and value of the property transferred	Date transfer was made
Name of trust		

Part 8: List Certain Financial Accounts, Instruments, Safe Deposit Boxes, and Storage Units

20. Within 1 year before you filed for bankruptcy, were any financial accounts or instruments held in your name, or for your benefit, closed, sold, moved, or transferred?
Include checking, savings, money market, or other financial accounts; certificates of deposit; shares in banks, credit unions, brokerage houses, pension funds, cooperatives, associations, and other financial institutions.

☐ No

☑ Yes. Fill in the details.

	Last 4 digits of account number	Type of account or instrument	Date account was closed, sold, moved, or transferred	Last balance before closing or transfer
Banner Bank **Name of Financial Institution** PO Box 19430 **Number Street** Spokane, WA 99219 **City State ZIP Code**	XXXX– 6 7 8 3	☑ Checking ☐ Savings ☐ Money market ☐ Brokerage ☐ Other	7/18/2022	$0.00

21. Do you now have, or did you have within 1 year before you filed for bankruptcy, any safe deposit box or other depository for securities, cash, or other valuables?

☑ No

☐ Yes. Fill in the details.

	Who else had access to it?	Describe the contents	Do you still have it?
Name of Financial Institution Number Street City State ZIP Code	Name Number Street City State ZIP Code		❑ No ❑ Yes

22. Have you stored property in a storage unit or place other than your home within 1 year before you filed for bankruptcy?

☑ No

❑ Yes. Fill in the details.

	Who else has or had access to it?	Describe the contents	Do you still have it?
Name of Storage Facility Number Street City State ZIP Code	Name Number Street City State ZIP Code		❑ No ❑ Yes

Part 9: Identify Property You Hold or Control for Someone Else

23. Do you hold or control any property that someone else owns? Include any property you borrowed from, are storing for, or hold in trust for someone.

☑ No

❑ Yes. Fill in the details.

	Where is the property?	Describe the property	Value
Owner's Name Number Street City State ZIP Code	Number Street City State ZIP Code		

Part 10: Give Details About Environmental Information

For the purpose of Part 10, the following definitions apply:

- *Environmental law* means any federal, state, or local statute or regulation concerning pollution, contamination, releases of hazardous or toxic substances, wastes, or material into the air, land, soil, surface water, groundwater, or other medium, including statutes or regulations controlling the cleanup of these substances, wastes, or material.
- *Site* means any location, facility, or property as defined under any environmental law, whether you now own, operate, or utilize it or used to own, operate, or utilize it, including disposal sites.
- *Hazardous material* means anything an environmental law defines as a hazardous waste, hazardous substance, toxic substance, hazardous material, pollutant, contaminant, or similar term.

Report all notices, releases, and proceedings that you know about, regardless of when they occurred.

24. Has any governmental unit notified you that you may be liable or potentially liable under or in violation of an environmental law?

☑ No

☐ Yes. Fill in the details.

	Governmental unit	Environmental law, if you know it	Date of notice
Name of site	Governmental unit		
Number Street	Number Street		
	City State ZIP Code		
City State ZIP Code			

25. Have you notified any governmental unit of any release of hazardous material?

☑ No

☐ Yes. Fill in the details.

	Governmental unit	Environmental law, if you know it	Date of notice
Name of site	Governmental unit		
Number Street	Number Street		
	City State ZIP Code		
City State ZIP Code			

26. Have you been a party in any judicial or administrative proceeding under any environmental law? Include settlements and orders.

☑ No

☐ Yes. Fill in the details.

Case title	Court or agency	Nature of the case	Status of the case
Case title ______	Court Name Number Street City State ZIP Code		❑ Pending ❑ On appeal ❑ Concluded
Case number			

Part 11: Give Details About Your Business or Connections to Any Business

27. Within 4 years before you filed for bankruptcy, did you own a business or have any of the following connections to any business?

- ❑ A sole proprietor or self-employed in a trade, profession, or other activity, either full-time or part-time
- ❑ A member of a limited liability company (LLC) or limited liability partnership (LLP)
- ❑ A partner in a partnership
- ☑ An officer, director, or managing executive of a corporation
- ❑ An owner of at least 5% of the voting or equity securities of a corporation

❑ No. None of the above applies. Go to Part 12.

☑ Yes. Check all that apply above and fill in the details below for each business.

Business	Describe the nature of the business	Employer Identification number Do not include Social Security number or ITIN.
7 Hills Plumbing and Mechanical Name P.O. Box 14758 Number Street Mill Creek, WA 98082 City State ZIP Code	Plumbing Business - closed because suppliers stopped working with them for lack of credit and financial issues associated with litigation	EIN: 4 5 – 3 8 2 6 4 5 3
	Name of accountant or bookkeeper	**Dates business existed**
	Sarah Gunderson, ABC Accounting	From 11/16/2011 To 09/01/2019

28. Within 2 years before you filed for bankruptcy, did you give a financial statement to anyone about your business? Include all financial institutions, creditors, or other parties.

❑ No

☑ Yes. Fill in the details below.

	Date issued
Name Number Street City State ZIP Code	MM / DD / YYYY

Debtor 1 **Derek Allen Watson**
Debtor 2 **Megan Melissa Watson**
First Name Middle Name Last Name

Case number *(if known)* 22-11270

Part 12: Sign Below

I have read the answers on this *Statement of Financial Affairs* and any attachments, and I declare under penalty of perjury that the answers are true and correct. I understand that making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to $250,000, or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

✗ /s/ Derek Allen Watson
Signature of Derek Allen Watson, Debtor 1

Date 10/28/2022

✗ /s/ Megan Melissa Watson
Signature of Megan Melissa Watson, Debtor 2

Date 10/28/2022

Did you attach additional pages to your *Statement of Financial Affairs for Individuals Filing for Bankruptcy* (Official Form 107)?

☑ No

☐ Yes

Did you pay or agree to pay someone who is not an attorney to help you fill out bankruptcy forms?

☑ No

☐ Yes. Name of person ____________________ Attach the *Bankruptcy Petition Preparer's Notice, Declaration, and Signature* (Official Form 119).